HOUSE BILL 1872

State of Washington 68th Legislature 2024 Regular Session

By Representatives Graham and Walsh

Prefiled 12/05/23.

AN ACT Relating to establishing accountability requirements for homeless housing grant programs; and adding a new section to chapter 3 43.185C RCW.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 <u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 43.185C 6 RCW to read as follows:

7 (1) By December 1, 2024, and by each following December 1st, the 8 department shall require grantees and subgrantees that receive 9 funding through any of the homeless housing and assistance grant 10 programs administered by the department under this chapter to submit 11 annual plans to the department specifying their goals and targets 12 over the next calendar year related to:

(a) The number of people that the grantee or subgrantee forecasts
will be helped out of homelessness with the grant money over the next
calendar year; and

(b) How much money the grantee or subgrantee anticipates spending per individual to help an individual move into housing over the next calendar year.

19 (2) The state auditor shall conduct an annual performance audit 20 of all homeless housing and assistance grant programs administered by 21 the department under this chapter. As part of the audit, the state

p. 1

1 auditor shall consider whether grantees and subgrantees are spending grant funds on authorized purposes, the amount that grantees and 2 subgrantees spend on providing authorized services compared to the 3 amount that grantees and subgrantees spend on administrative costs, 4 whether grantees and subgrantees are meeting the goals and targets 5 6 specified in their annual plans, whether grantees and subgrantees are in compliance with this section, and the department's processes and 7 procedures for oversight of grantees and subgrantees. As appropriate, 8 the state auditor shall make recommendations for improving the 9 department's processes and procedures for oversight of grantees and 10 11 subgrantees.

12 (3) (a) By December 1, 2024, the state auditor, in coordination 13 with the department, shall determine what information is required 14 from grantees and subgrantees to conduct the audit. This information 15 must include, at minimum:

16 (i) Documentation showing what each grantee and subgrantee spent 17 the grant money on, including receipts for purchases; and

18 (ii) Data and metrics on how many people each grantee and 19 subgrantee have helped out of homelessness, including how much money 20 each grantee and subgrantee spent per individual to help an 21 individual move into housing and the amount of time that each 22 individual remained housed.

(b) The department shall require grantees and subgrantees to submit the required information to the department and the state auditor by June 1, 2025, and every six months thereafter.

(4) By December 1, 2025, and by each following December 1st, and in compliance with RCW 43.01.036, the state auditor shall submit an annual report on the audit's findings and recommendations to the appropriate committees of the legislature.

30 (5) A grantee or subgrantee is not eligible to apply for or 31 participate in a grant program administered by the department under 32 this chapter if:

33 (a) The grantee or subgrantee does not submit an annual plan 34 required in subsection (1) of this section by the appropriate 35 deadlines;

36 (b) The grantee or subgrantee does not provide the information 37 required in subsection (3) of this section by the appropriate 38 deadlines;

p. 2

1 (c) An audit's findings show that the grantee or subgrantee has 2 spent grant money on unauthorized purposes or otherwise 3 misappropriated funds; or

4 (d) A grantee or subgrantee is found not to be in compliance with 5 this section by an audit under subsection (4) of this section.

6 (6) The department shall enforce this section by entering into an appropriate agreement with each grantee to prevent a grantee or 7 subgrantee from receiving funding through any of the homeless housing 8 and assistance grant programs administered by the department under 9 this chapter if the grantee or subgrantee fails to meet the 10 requirements in this section. All requirements that apply to grantees 11 12 are passed on to subgrantees. A grantee is responsible for monitoring its subgrantees for compliance with this section. A grantee is not in 13 compliance with this section if any of its subgrantees are not in 14 15 compliance with this section.

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